



Iowa Department of Human Services

Kim Reynolds
Governor

Adam Gregg
Lt. Governor

Jerry R. Foxhoven
Director

INFORMATIONAL LETTER NO.1850-MC-FFS

DATE: November 3, 2017

TO: Iowa Medicaid Habilitation Services Providers

APPLIES TO: Managed Care (MC) and Fee for Service (FFS)

FROM: Iowa Department of Human Services (DHS), Iowa Medicaid Enterprise (IME)

RE: Service Code Changes to Home- and Community-Based (HCBS) Habilitation Home Based Habilitation Service

EFFECTIVE: December 1, 2017

Effective December 1, 2017, the IME will establish a fee schedule tiered rate system of reimbursement for Daily SCL, Day Habilitation and Adult Day Care for members receiving HCBS Intellectual Disability (ID) Waiver services. See Informational Letter [1846-MC-FFS¹](#) for details. Due to the high number of new service codes required to implement the tiered rates within the ID waiver, changes will be made to some of the state plan Habilitation Home-Bases Habilitation (HBH) service procedure codes.

HCBS Habilitation HBH Tiered Service Codes:

Four of the new ID Waiver service codes are currently used in the Habilitation program. To ensure there is no overlap in service codes across different services, the following service code changes will be made to the Habilitation HBH service codes.

	High Recovery	Recovery Transitional	Medium Need	Intensive I	Intensive II	Intensive III
HBH Procedure Codes for dates of service prior to 12/1/17	H2016 U4	H2016 U5	H2016 U6	H2016 U7	H2016 U8	H2016 U9
HBH Procedure Codes for dates of service on and after 12/1/2017	H2016-UA	H2016-UB	H2016-UC	H2016-UD	H2016-U8*	H2016-U9*
*Note – coding for these tiers remains the same.						

¹ https://dhs.iowa.gov/sites/default/files/1846-MC-FFS_TieredRatesforHCBS_ID_Waiver.pdf

For members receiving Habilitation services through FFS, the Individualized Services Information System (ISIS) will end date all service plans with the above service code changes on November 30, 2017. A new workflow will be started that directs the case manager to add the service spans for the new services codes.

Questions may be submitted to the IME at hcbstwaivers@dhs.state.ia.us. Please use “tiered rates” in the subject line.